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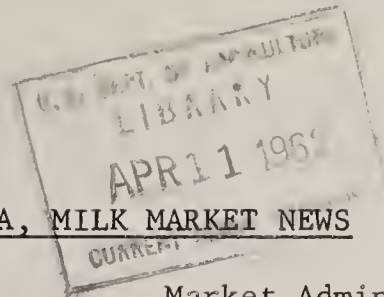
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Reserve

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS



Federal Order No. 31
U. S. Department of Agriculture
Agricultural Stabilization and Conservation Service
Telephone: ATLantic 8-2571

Market Administrator
220 South William Street
P. O. Box 216
South Bend 24, Indiana

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. VI, No. 3

March 1962

FEBRUARY UNIFORM PRICE \$3.92

Dairy farmers will receive a uniform price of \$3.92 for February 1962 deliveries of Grade A milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. The uniform price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 7.3 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This minimum price is subject to a 4 cent per hundredweight marketing service deduction, together with the authorized hauling charge.

PRODUCER RECEIPTS

Daily average producer receipts were up one percent over the January 1962 delivery period, and the daily average increase per herd was 9 pounds. Because of practically the same Class I utilization as we had in January, and the one cent increase in Class I price, we arrive at the same uniform price that was announced for January. A year ago there was a difference of 24 cents between the Class I price and the uniform price, while this year there was a difference of 26 cents.

CLASS I SALES

Daily average Class I sales increased .35 of a percent, which is not as much as was expected in our prediction in the January Market News. Claims of a general decrease in consumption of dairy products over the past year throughout the United States are justified when we consider that increases in sales do not keep pace with the increase in population. This area proves not to be an exception to this general trend.

CLASS I PRICE

The Class I price for the March 1962 delivery period will be \$4.09 per hundredweight for 3.5 percent milk. This price was computed by adding \$0.90 per hundredweight to the basic formula price (\$3.29) and subtracting the 10 cent supply-demand adjustment. The supply-demand adjustment for the April 1962 delivery period will be a minus 8 cents.

BASIC FORMULA PRICE

The basic formula price to be used effective March 1, 1962, is the Wisconsin-Minnesota manufacturing price series designated by the recent amendment to Order No. 31. This amendment does not change the Class III price, as it is still computed on the average midwest condensery pay price.

ORDER NO. 31 PRICES

Class Prices and Uniform Prices Per Cwt. for 3.5% Milk
Average Prices For The Years 1953-1959 And By Months From 1960 To Date

Year and Month	CLASS I			CLASS II		CLASS III	UNIFORM PRICES	
	Differ- ential	Supply Demand	Milk Price	Differ- ential	Milk Price	Milk Price	Milk Price	B. F. Differ- ential
1953	\$ 1.10	\$ - .105	\$ 4.370	\$ --	\$ --	\$ 3.141	\$ 4.107	\$.079
1954	1.10	- .243	3.930	--	--	2.874	3.636	.072
1955	1.10	- .134	4.000	--	--	3.018	3.785	.069
1956	1.22	- .049	4.277	--	--	3.118	4.005	.071
1957	1.10	- .177	4.060	.59	3.688	3.126	3.833	.071
1958	1.08	- .118	3.980	.60	3.611	3.009	3.777	.070
1959	1.10	+ .075	4.188	.60	3.608	3.018	3.966	.072
<u>1960</u>								
Jan.	\$ 1.10	\$ - .04	\$ 4.21	\$.70	\$3.85	\$ 3.13	\$ 3.96	\$.070
Feb.	1.10	- .06	4.17	.70	3.83	3.12	3.95	.070
Mar.	.90	- .06	3.96	.45	3.57	3.09	3.78	.070
Apr.	.90	- .06	3.93	.45	3.54	3.03	3.72 *	.070
May	.90	- .02	3.91	.45	3.48	3.00	3.59 *	.070
June	.90	+ .02	3.92	.45	3.45	3.00	3.63 *	.070
July	1.10	- .04	4.06	.45	3.45	3.01	3.83 *	.070
Aug.	1.30	- .06	4.25	.70	3.71	3.08	4.07	.071
Sept.	1.30	.00	4.38	.70	3.78	3.20	4.19	.074
Oct.	1.30	+ .06	4.56	.70	3.90	3.31	4.28	.073
Nov.	1.30	+ .12	4.73	.70	4.01	3.40	4.51	.074
Dec.	1.10	+ .04	4.54	.70	4.10	3.44	4.34	.073
Av.	\$ 1.10	\$ - .008	\$ 4.22	\$.60	\$3.72	\$ 3.15	\$ 3.988	\$.071
<u>1961</u>								
Jan.	\$ 1.10	\$ - .06	\$ 4.48	\$.70	\$4.14	\$ 3.42	\$ 4.26	\$.073
Feb.	1.10	- .02	4.50	.70	4.12	3.24	4.26	.073
Mar.	.90	- .02	4.12	.45	3.69	3.23	3.94	.073
Apr.	.90	- .02	4.11	.45	3.68	3.23	3.91 *	.073
May	.90	.00	4.13	.45	3.68	3.19	3.84 *	.073
June	.90	+ .02	4.11	--	3.30	3.12	3.76 *	.073
July	1.10	+ .02	4.24	--	3.31	3.15	3.95 *	.073
Aug.	1.30	- .04	4.41	--	3.33	3.17	4.13	.073
Sept.	1.30	- .06	4.41	--	3.33	3.18	4.16	.073
Oct.	1.30	- .04	4.44	--	3.33	3.19	4.12	.073
Nov.	1.30	+ .02	4.51	--	3.32	3.21	4.22	.073
Dec.	1.10	- .02	4.29	--	3.34	3.19	4.00	.073
Av.	\$ 1.10	\$ - .018	\$ 4.31	\$.55	\$3.55	\$ 3.21	\$4.05	\$.073
<u>1962</u>								
Jan.	\$ 1.10	\$ - .12	\$ 4.17	\$ --	\$3.34	\$ 3.18	\$3.92	\$.073
Feb.	1.10	- .10	4.18	--	3.33	3.14	3.92	.073
Mar.	.90	- .10	4.09	--				

* The price shown here is the weighted average of the base price and the excess price.

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Vol. VI, No. 3

UTILIZATION AND CLASSIFICATION OF MILK

March 1962

	February 1962 Reported Data		February 1961 Audited Data	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds
<u>CLASS I</u>				
Milk	9,467,456	346,313	14,509,550	523,016
Skim Milk	97,133	95	165,961	427
Fortified Skim Milk	708,342	14,263	1,673,711	35,589
Buttermilk	79,043	692	146,285	1,145
Flavored Milk & Drink	472,448	15,172	520,464	16,963
Cereal Mixture	151,159	18,668	250,895	30,416
Coffee Cream	10,474	2,037	12,848	2,518
Whipping Cream	21,245	8,179	30,965	11,468
Sour Cream	10,351	2,113	19,894	3,967
Eggnog	--	--	8	1
"900" Diet	--	--	38,681	822
Total Class I Utilization	11,017,651	407,532	17,369,262	626,332
Add: Class I Shrinkage	170,720	8,755	86,872	5,616
Subtract: Other Source Receipts	--	--	--	--
Subtract: Overage	--	--	--	--
Net Class I	11,188,371	416,287	17,456,134	631,948
<u>CLASS II</u>				
Used to Produce Cottage Cheese	389,585	10,131	1,375,648	14,954
Subtract: Other Source Receipts	--	--	--	--
Subtract: Overage	--	--	--	--
Net Class II	389,585	10,131	1,375,648	14,954
<u>CLASS III</u>				
Class III Products	3,706,417	175,760	3,882,464	241,467
Inventory Variation	(176,984)	(3,733)	33,581	5,979
Total Class III Utilization	3,529,433	172,027	3,916,045	247,446
Add: Class III Shrinkage	202,442	7,398	362,582	13,558
Subtract: Other Source Receipts	48,968	5,198	88,970	2,121
Subtract: Overage	4,860	57	6,302	130
Net Class III	3,678,047	174,170	4,183,355	258,753
<u>TOTAL PRODUCER RECEIPTS</u>	<u>15,256,003</u>	<u>600,588</u>	<u>23,015,137</u>	<u>905,655</u>

MISCELLANEOUS INFORMATION

	February 1962	January 1962	February 1961
Average Daily Production	544,857#	539,012#	821,969#
February 1962 Production Compared With -	--	+ 1.08%	- 33.71%
Class I Daily Average	393,488#	392,121#	620,331#
February 1962 Sales Compared With -	--	+ 0.35%	- 36.57%
Number of Producers	710	711	1,116
Daily Herd Production	767#	758#	737#
Av. Test of Producer Milk Received	3.93673%	3.97214%	3.93504%
Total Value Paid Producers	\$646,673.73	\$712,598.47	\$1,051,479.61
Av. Monthly Milk Check Per Farm	\$ 910.81	\$ 1,002.25	\$ 942.19
Av. Daily Milk Check Per Farm	\$ 32.53	\$ 32.33	\$ 33.65

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

Year	CLASS I		CLASS II		CLASS III		Total Producer Receipts
	Pounds	Percent	Pounds	Percent	Pounds	Percent	
1953	7,342,338	75.6	--	--	2,369,395	24.4	9,711,733
1954	7,272,928	70.4	--	--	3,058,935	29.6	10,331,863
1955	8,692,563	76.3	--	--	2,695,649	23.7	11,388,212
1956	10,125,716	75.4	--	--	3,302,901	24.6	13,428,617
1957	11,720,328	70.8	1,107,967	6.7	3,725,823	22.5	16,554,118
1958	13,517,112	73.0	1,310,449	7.1	3,685,335	19.9	18,512,896
1959	16,589,993	76.9	1,211,475	5.6	3,769,307	17.5	21,570,775
<u>1960</u>							
Jan.	16,630,974	72.7	1,303,077	5.7	4,946,776	21.6	22,880,827
Feb.	16,117,168	73.6	1,345,884	6.2	4,424,792	20.2	21,887,844
Mar.	17,371,361	75.1	1,512,205	6.5	4,260,340	18.4	23,143,906
Apr.	16,321,608	72.9	1,491,301	6.7	4,585,248	20.4	22,398,157
May	16,103,616	62.3	1,389,314	5.4	8,362,376	32.3	25,855,306
June	16,240,464	66.1	1,453,867	5.9	6,883,339	28.0	24,577,670
July	17,332,311	75.2	1,431,813	6.2	4,285,299	18.6	23,049,423
Aug.	17,706,937	80.5	1,735,935	7.9	2,564,449	11.6	22,007,321
Sept.	19,290,559	81.5	1,523,672	6.4	2,850,771	12.1	23,665,002
Oct.	19,063,274	74.9	1,552,857	6.1	4,841,457	19.0	25,457,588
Nov.	18,615,975	79.3	1,438,390	6.1	3,419,799	14.6	23,474,164
Dec.	19,183,826	77.7	1,325,496	5.4	4,184,235	16.9	24,693,557
Av.	17,498,173	74.3	1,458,651	6.3	4,634,073	19.4	23,590,897
<u>1961</u>							
Jan.	19,690,835	75.4	1,428,275	5.5	4,975,674	19.1	26,094,784
Feb.	17,464,772	75.9	1,421,718	6.2	4,129,407	17.9	23,015,897
Mar.	12,420,107	75.6	382,047	2.3	3,627,652	22.1	16,429,806
Apr.	11,484,078	73.4	318,468	2.0	3,848,568	24.6	15,651,114
May	11,792,418	67.0	321,915	1.8	5,481,802	31.2	17,596,135
June	9,830,977	63.8	313,085	2.0	5,264,837	34.2	15,408,899
July	10,613,606	70.4	675,908	4.5	3,790,475	25.1	15,079,989
Aug.	11,084,817	75.8	693,508	4.7	2,844,025	19.5	14,622,350
Sept.	10,923,499	77.5	326,563	2.3	2,837,715	20.2	14,087,777
Oct.	12,181,290	73.3	338,433	2.0	4,105,238	24.7	16,624,961
Nov.	11,955,642	76.4	289,822	1.9	3,393,575	21.7	15,639,039
Dec.	11,801,030	72.3	279,474	1.7	4,250,327	26.0	16,330,831
Av.	12,603,589	73.1	565,768	3.1	4,045,775	23.8	17,215,132
<u>1962</u>							
Jan.	12,231,118	73.2	330,249	2.0	4,148,001	24.8	16,709,368
Feb.	11,188,371	73.3	389,585	2.6	3,678,047	24.1	15,256,003